

**STATE OF ILLINOIS
SECRETARY OF STATE
SECURITIES DEPARTMENT**

IN THE MATTER OF: G1 EXECUTION SERVICES, LLC

FILE NO. C1300129

NOTICE OF HEARING

TO THE RESPONDENT:

G1 EXECUTION SERVICES, LLC
Attn: Christopher Meyer, CCO
440 S. LaSalle Street—Suite 3030
Chicago, Illinois 60605-1028

You are hereby notified that pursuant to Section 11.F of the Illinois Securities Law of 1953 [815 ILCS 5] (the "Act") and 14 Ill. Adm. Code 130, Subpart K, a public hearing will be held at 69 West Washington Street, Suite 1220, Chicago, Illinois 60602, on the 1st day of October 2013 at the hour of 10:00 a.m. or as soon as possible thereafter, before Canella Henrichs, or such other duly designated Hearing Officer of the Secretary of State

Said hearing will be held to determine whether an order shall be entered suspending or revoking G1 Execution Services LLC's (the "Respondent") registration as a dealer in the State of Illinois and/or granting such other relief as may be authorized under the Act including but not limited to the imposition of a monetary fine in the maximum amount pursuant to Section 11.E(4) of the Act, payable within ten (10) business days of the entry of the Order.

The grounds for such proposed action are as follows:

1. G1 Execution Services LLC ("G1") is a broker-dealer that is registered with the State of Illinois Securities Department (the "Department") as an entity engaged in the business of offering, selling or otherwise engaging in the dealing of trading of securities.
2. That at all relevant times, the Respondent G1 was registered with the Secretary of State as a broker-dealer in the State of Illinois pursuant to Section 8 of the Act.
3. That on January 16, 2013 FINRA entered Acceptance, Waiver & Consent ("AWC" or "Order") submitted by the Respondent G1 regarding Disciplinary Proceeding No. 2010022867501 which sanctioned the Respondent G1 as follows:
 - a) A censure and a \$25,000 fine (\$15,000 for the short sale reporting violations and \$10,000 for the limit order protection violations), and

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- a) A censure and a \$25,000 fine (\$15,000 for the short sale reporting violations and \$10,000 for the limit order protection violations), and restitution by Respondent to the customers, in the amount of \$121.46, plus interest at the rate set forth in Section 6621(a) of the Internal Revenue Code, 26 U.S.C. 6621(a)(2).

4. That the Order found:

FINRA Rules 6182, 6624, 2010 and NASD IM-2110-2: During the Short Sale review period, the Respondent executed 235,125 short sale transactions for which it failed to include the short sale modifier in the report of each of these transactions to the FINRA/Nasdaq Trade Reporting Facility or the OTC Reporting Facility. The conduct described in this paragraph constitutes separate and distinct violations of FINRA Rules 6182 and 6624.

In 13 instances during the LOP review period, the firm failed to execute, or failed to contemporaneously or partially execute 10 limit orders in seven Nasdaq securities after it traded each subject security for its own market-making account at a price that would have satisfied each customer's limit order. The conduct described in this paragraph constitutes separate and distinct violations of FINRA Rule 2010 and NASD IM-2110-2.

5. That Section 8.E(1)(j) of the Act provides, inter alia, that the registration of a Dealer may be revoked if the Secretary of State finds that such Dealer has been suspended by any self-regulatory organization Registered under the Federal 1934 Act or the Federal 1974 Act arising from any fraudulent or deceptive act or a practice in violation of any rule, regulation or standard duly promulgated by the self-regulatory organization.
6. That FINRA is a self-regulatory organization as specified in Section 8.E(1)(j) of the Act.
7. That by virtue of the foregoing, the Respondent's registration as a Dealer in the State of Illinois is subject to revocation pursuant to Section 8.E(1)(j) of the Act.

You are further notified that you are required pursuant to Section 130.1104 of the Rules and Regulations (14 ILL. Adm. Code 130) (the "Rules"), to file an answer to the allegations outlined above within thirty (30) days of the receipt of this Notice. A failure to file an answer within the prescribed time shall be construed as an admission of the allegations contained in the Notice of Hearing.

Furthermore, you may be represented by legal counsel; may present evidence; may cross-examine witnesses and otherwise participate. A failure to so appear shall constitute default, unless any Respondent has upon due notice moved for and obtained a continuance.

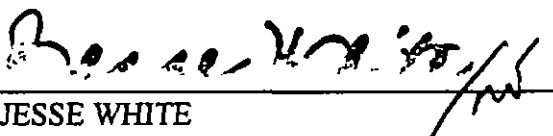
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A copy of the Rules, promulgated under the Act and pertaining to hearings held by the Office of the Secretary of State, Securities Department, is included with this Notice.

Delivery of Notice to the designated representative of any Respondent constitutes service upon such Respondent.

Dated: This 30th day of July 2013.



JESSE WHITE
Secretary of State
State of Illinois

Attorney for the Secretary of State:
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Hearing Officer:
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